

UNITED STATES BANKRUPTCY COURT
WESTERN DISTRICT OF TEXAS
SAN ANTONIO DIVISION

IN RE:
BHAKTEL, LLC

CASE NO.: 19-52862G

DEBTOR

CHAPTER 11 PROCEEDING

SECTION 1116(1)(A)-(B) DOCUMENTS

1. 2018 Tax Return
2. Profit and Loss
3. Balance Sheet

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Form 1065 Department of the Treasury Internal Revenue Service		U.S. Return of Partnership Income For calendar year 2018, or tax year beginning _____, 2018, ending _____, 20_____. ▶ Go to www.irs.gov/Form1065 for instructions and the latest information.		OMB No. 1545-0123 2018	
A Principal business activity MOTEL		Name of partnership BHAKTEL LLC Number, street, and room or suite no. If a P.O. box, see instructions. 1104 ZANDERSON AVE City or town, state or province, country, and ZIP or foreign postal code JOURDANTON, TX 78026		D Employer identification number 5750	
B Principal product or service LODGING				E Date business started 01-27-2015	
C Business code number 721110				F Total assets (see instructions) \$ 1,667,119	
G Check applicable boxes: (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Name change (4) <input type="checkbox"/> Address change (5) <input type="checkbox"/> Amended return H Check accounting method: (1) <input checked="" type="checkbox"/> Cash (2) <input type="checkbox"/> Accrual (3) <input type="checkbox"/> Other (specify) ▶ _____ I Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year. ▶ 3 J Check if Schedules C and M-3 are attached <input type="checkbox"/>					

Caution: Include **only** trade or business income and expenses on lines 1a through 22 below. See the instructions for more information.

Income	1a Gross receipts or sales	1a	381,383	
	b Returns and allowances	1b		
	c Balance. Subtract line 1b from line 1a			1c 381,383
	2 Cost of goods sold (attach Form 1125-A)			2 65,662
	3 Gross profit. Subtract line 2 from line 1c			3 315,721
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach statement)			4
	5 Net farm profit (loss) (attach Schedule F (Form 1040))			5
	6 Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)			6
7 Other income (loss) (attach statement)			7	
8 Total income (loss). Combine lines 3 through 7			8 315,721	
Deductions <small>(see the instructions for limitations)</small>	9 Salaries and wages (other than to partners) (less employment credits)			9 89,912
	10 Guaranteed payments to partners			10
	11 Repairs and maintenance			11 13,759
	12 Bad debts			12
	13 Rent			13
	14 Taxes and licenses		Wks. Tax/Lic.	14 11,089
	15 Interest (see instructions)			15 98,493
	16a Depreciation (if required, attach Form 4562)	16a	82,666	
	b Less depreciation reported on Form 1125-A and elsewhere on return	16b		16c 82,666
	17 Depletion (Do not deduct oil and gas depletion.)			17
	18 Retirement plans, etc.			18
	19 Employee benefit programs			19
20 Other deductions (attach statement)		Statement #4	20 114,088	
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20.			21 410,007	
22 Ordinary business income (loss). Subtract line 21 from line 8			22 (94,286)	
Tax and Payment	23 Interest due under the look-back method - completed long-term contracts (attach Form 8697)			23
	24 Interest due under the look-back method - income forecast method (attach Form 8866)			24
	25 BBA AAR imputed underpayment (see instructions)			25
	26 Other taxes (see instructions)			26
	27 Total balance due. Add lines 23 through 27			27
	28 Payment (see instructions)			28
	29 Amount owed. If line 28 is smaller than line 27, enter amount owed.			29
	30 Overpayment. If line 28 larger than line 27, enter overpayment			30

Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than partner or limited liability company member) is based on all information of which preparer has any knowledge.			
	▶ PARESH BHAKTA Signature of partner or limited liability company member		Date	
Paid Preparer Use Only	Print/Type preparer's name Stephen W Cook		Preparer's signature _____	
	Firm's name ▶ Stephen W Cook CPA PLLC		Date 04-17-2019	
	Firm's address ▶ P O Box 792772 San Antonio, TX 78279-2772		Check <input type="checkbox"/> if self-employed PTIN P01337298	
	Firm's EIN ▶ _____		Phone no. (210) 495-4424	

Schedule B Other Information

1 What type of entity is filing this return? Check the applicable box:				Yes	No
a <input type="checkbox"/> Domestic general partnership	b <input type="checkbox"/> Domestic limited partnership				
c <input checked="" type="checkbox"/> Domestic limited liability company	d <input type="checkbox"/> Domestic limited liability partnership				
e <input type="checkbox"/> Foreign partnership	f <input type="checkbox"/> Other ▶				
2 At the end of the tax year:					
a Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization, or any foreign government own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership					X
b Did any individual or estate own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership SEE. 1065B1 . . .				X	
3 At the end of the tax year, did the partnership:					
a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below					X
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock		
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below					X
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum Percentage Owned in Profit, Loss, or Capital	
4 Does the partnership satisfy all four of the following conditions?				Yes	No
a The partnership's total receipts for the tax year were less than \$250,000.					
b The partnership's total assets at the end of the tax year were less than \$1 million.					
c Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return.					
d The partnership is not filing and is not required to file Schedule M-3 If "Yes," the partnership is not required to complete Schedules L, M-1, and M-2; Item F on page 1 of Form 1065; or Item L on Schedule K-1.					X
5 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?					X
6 During the tax year, did the partnership have any debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?					X
7 Has this partnership filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?					X
8 At any time during calendar year 2018, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? See instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR). If "Yes," enter the name of the foreign country. ▶					X
9 At any time during the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520, Annual Return To Report Transactions With Foreign Trusts and Receipt or Certain Foreign Gifts. See instructions					X
10a Is the partnership making, or had it previously made (and not revoked), a section 754 election? See instructions for details regarding a section 754 election.					X
b Did the partnership make for this tax year an optional basis adjustment under section 743(b) or 734(b)? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions					X

Schedule B Other Information (continued)

	Yes	No
c Is the partnership required to adjust the basis of partnership assets under section 743(b) or 734(b) because of a substantial built-in loss (as defined under section 743(d)) or substantial basis reduction (as defined under section 734(d))? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions		X
11 Check this box if, during the current or prior tax year, the partnership distributed any property received in a like-kind exchange or contributed such property to another entity (other than disregarded entities wholly owned by the partnership throughout the tax year) <input type="checkbox"/>		
12 At any time during the tax year, did the partnership distribute to any partner a tenancy-in-common or other undivided interest in partnership property?		X
13 If the partnership is required to file Form 8858, Information Return of U.S. Persons With Respect To Foreign Disregarded Entities, (FDEs) and Foreign Branches (FBs) enter the number of Forms 8858 attached. See instructions ▶		
14 Does the partnership have any foreign partners? If "Yes," enter the number of Forms 8805, Foreign Partner's Information Statement of Section 1446 Withholding Tax, filed for this partnership. ▶		X
15 Enter the number of Forms 8865, Return of U.S. Persons With Respect to Certain Foreign Partnerships, attached to this return. ▶ 0		
16a Did you make any payments in 2018 that would require you to file Form(s) 1099? See instructions		X
b If "Yes," did you or will you file required Form(s) 1099?		
17 Enter the number of Form(s) 5471, Information Return of U.S. Persons With Respect To Certain Foreign Corporations, attached to this return. ▶		
18 Enter the number of partners that are foreign governments under section 892. ▶		
19 During the partnership's tax year, did the partnership make any payments that would require it to file Form 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474)?		X
20 Was the partnership a specified domestic entity required to file Form 8938 for the tax year? See the Instructions to Form 8938		X
21 Is the partnership a section 721(c) partnership, as defined in Treasury Regulations section 1.721(c)-1T(b)(14)?		X
22 During the tax year, did the partnership pay or accrue any interest or royalty for which the deduction is not allowed under section 267A? See instructions. If "Yes," enter the total amount of the disallowed deductions. ▶ \$		
23 Did the partnership have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions		X
24 Does the partnership satisfy one of the following conditions and the partnership does not own a pass-through entity with current year, or prior year, carryover excess business interest expense? See instructions		
a The partnership's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year do not exceed \$25 million, and the partnership is not a tax shelter, or		
b The partnership only has business interest expense from (1) an electing real property trade or business, (2) an electing farming business, or (3) certain utility businesses under section 163(j)(7). If "No," complete and attach Form 8990.		
25 Is this partnership electing out of the centralized partnership audit regime under section 6221(b)? See instructions If "Yes," the partnership must complete Schedule B-2 (Form 1065). Enter the total from Schedule B-2, Part III, line 3. ▶		X
If "No," complete Designation of Partnership Representative below.		

Designation of Partnership Representative (see instructions)

Enter below the information for the partnership representative (PR) for the tax year covered by this return.

Name of PR ▶	JATINKUMAR BHAKTA	U.S. taxpayer identification number of PR ▶	9624
U.S. address of PR ▶	1104 ZANDERSON AVE JOURDANTON TX 78026	U.S. phone number of PR ▶	7588
If the PR is an entity, name of the designated individual for the PR ▶		U.S. taxpayer identification number of the designated individual ▶	
U.S. address of designated individual ▶		U.S. phone number of designated individual ▶	

26 Is the partnership attaching Form 8996 to certify as a Qualified Opportunity Fund?		X
If "Yes," enter the amount from Form 8996, line 13. ▶ \$		

Schedule K		Partners' Distributive Share Items	Total amount	
Income (Loss)	1	Ordinary business income (loss) (page 1, line 22)	1	(94,286)
	2	Net rental real estate income (loss) (attach Form 8825)	2	
	3a	Other gross rental income (loss)	3a	
	b	Expenses from other rental activities (attach statement)	3b	
	c	Other net rental income (loss). Subtract line 3b from line 3a	3c	
	4	Guaranteed payments	4	
	5	Interest income	5	
	6	Dividends and dividend equivalents:	6a	
	a	Ordinary dividends	6b	
	b	Qualified dividends	6c	
	c	Dividend equivalents		
Deductions	7	Royalties	7	
	8	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	8	
	9a	Net long-term capital gain (loss) (attach Schedule D (Form 1065))	9a	
	b	Collectibles (28%) gain (loss)	9b	
	c	Unrecaptured section 1250 gain (attach statement)	9c	
	10	Net section 1231 gain (loss) (attach Form 4797)	10	
	11	Other income (loss) (see instructions) Type ▶	11	
	12	Section 179 deduction (attach Form 4562)	12	
	13a	Contributions	13a	
	b	Investment interest expense	13b	
	c	Section 59(e)(2) expenditures: (1) Type ▶ (2) Amount ▶	13c(2)	
d	Other deductions (see instructions) Type ▶	13d		
Self-Employment	14a	Net earnings (loss) from self-employment	14a	(22,629)
	b	Gross farming or fishing income	14b	
	c	Gross nonfarm income	14c	75,773
Credits	15a	Low-income housing credit (section 42(j)(5))	15a	
	b	Low-income housing credit (other)	15b	
	c	Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	15c	
	d	Other rental real estate credits (see instructions) Type ▶	15d	
	e	Other rental credits (see instructions) Type ▶	15e	
	f	Other credits (see instructions) Type ▶	15f	
Foreign Transactions	16a	Name of country or U.S. possession ▶		
	b	Gross income from all sources	16b	
	c	Gross income sourced at partner level	16c	
		Foreign gross income sourced at partnership level		
	d	Section 951A category ▶ e Foreign branch category ▶	16e	
	f	Passive category ▶ g General category ▶ h Other (attach statement) ▶	16h	
		Deductions allocated and apportioned at partner level		
	i	Interest expense ▶ j Other ▶	16j	
		Deductions allocated and apportioned at partnership level to foreign source income		
	k	Section 951A category ▶ l Foreign branch category ▶	16l	
	m	Passive category ▶ n General category ▶ o Other (attach statement) ▶	16o	
	p	Total foreign taxes (check one): ▶ Paid <input type="checkbox"/> Accrued <input type="checkbox"/>	16p	
q	Reduction in taxes available for credit (attach statement)	16q		
r	Other foreign tax information (attach statement)			
Alternative Minimum Tax (AMT) Items	17a	Post-1986 depreciation adjustment	17a	
	b	Adjusted gain or loss	17b	
	c	Depletion (other than oil and gas)	17c	
	d	Oil, gas, and geothermal properties - gross income	17d	
	e	Oil, gas, and geothermal properties - deductions	17e	
	f	Other AMT items (attach statement)	17f	
Other Information	18a	Tax-exempt interest income	18a	
	b	Other tax-exempt income	18b	
	c	Nondeductible expenses	18c	663
	19a	Distributions of cash and marketable securities	19a	
	b	Distributions of other property	19b	
	20a	Investment income	20a	
	b	Investment expenses	20b	
c	Other items and amounts (attach statement)			

1 Net income (loss). Combine Schedule K, lines 1 through 11. From the result, subtract the sum of Schedule K, lines 12 through 13d, and 16p						1	(94,286)
2 Analysis by partner type:		(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt Organization	(vi) Nominee/Other
a General partners . . .							
b Limited partners . . .			(94,286)				

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1 Cash			10,090		2,567
2a Trade notes and accounts receivable					
b Less allowance for bad debts					
3 Inventories					
4 U.S. government obligations					
5 Tax-exempt securities					
6 Other current assets (attach statement)	Statement #27		5,067		
7a Loans to partners (or persons related to partners)					
b Mortgage and real estate loans					
8 Other investments (attach statement)					
9a Buildings and other depreciable assets		1,793,025		1,793,025	
b Less accumulated depreciation		226,843	1,566,182	309,509	1,483,516
10a Depletable assets					
b Less accumulated depletion					
11 Land (net of any amortization)			159,636		159,636
12a Intangible assets (amortizable only)		33,000		33,000	
b Less accumulated amortization		9,400	23,600	11,600	21,400
13 Other assets (attach statement)					
14 Total assets			1,764,575		1,667,119
Liabilities and Capital					
15 Accounts payable					
16 Mortgages, notes, bonds payable in less than 1 year					
17 Other current liabilities (attach statement)	Statement #31		48,185	Statement #31	21
18 All nonrecourse loans					
19a Loans from partners (or persons related to partners)			67,019		
b Mortgages, notes, bonds payable in 1 year or more			1,463,564		1,513,194
20 Other liabilities (attach statement)					
21 Partners' capital accounts			185,807		153,904
22 Total liabilities and capital			1,764,575		1,667,119

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return	
Note: The partnership may be required to file Schedule M-3. See instructions.	
1 Net income (loss) per books	(94,949)
2 Income included on Schedule K, lines 1, 2, 3c, 5, 6a, 7, 8, 9a, 10, and 11, not recorded on books this year (itemize):	
3 Guaranteed payments (other than health insurance)	
4 Expenses recorded on books this year not included on Schedule K, lines 1 through 13d, and 16p (itemize):	
a Depreciation \$	
b Travel and entertainment \$ 663	
5 Add lines 1 through 4	663
	(94,286)
6 Income recorded on books this year not included on Schedule K, lines 1 through 11 (itemize):	
a Tax-exempt interest \$	
7 Deductions included on Schedule K, lines 1 through 13d, and 16p, not charged against book income this year (itemize):	
a Depreciation \$	
8 Add lines 6 and 7	
9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	(94,286)

Schedule M-2 Analysis of Partners' Capital Accounts	
1 Balance at beginning of year.	185,807
2 Capital contributed: a Cash	
b Property	
3 Net income (loss) per books	(94,949)
4 Other increases (itemize):	
5 Add lines 1 through 4	90,858
6 Distributions: a Cash	
b Property	
7 Other decreases (itemize):	
8 Add lines 6 and 7	
9 Balance at end of year. Subtract line 8 from line 5	90,858

Bhaktel, LLC dba Country Club Inn & Suites**PROFIT AND LOSS**

January 1 - November 20, 2019

	TOTAL
Income	
4000 Sales - Rooms	214,881.81
4100 Sales - Other	-3,063.44
4900 Uncategorized Income	183,000.00
Total Income	\$394,818.37
Cost of Goods Sold	
5000 Supplies & Materials - COGS	13,266.03
Total Cost of Goods Sold	\$13,266.03
GROSS PROFIT	\$381,552.34
Expenses	
6000 Wages - Officer	2,180.85
6004 Wages -Non Officers	4,346.22
6050 Payroll Taxes - 941	491.71
6051 Payroll Taxes - FUTA	40.02
6052 Payroll Taxes - SUTA	129.84
6059 Payroll fees	1,435.14
6110 Advertising and marketing	7,020.47
6140 Bank and Merchant Fees	18,943.98
6210 Booking fees	1,997.88
6230 Permits and Licenes	94.50
6310 Contract labor	186,000.00
6410 Dues & subscriptions	150.00
6510 Insurance - property	-0.75
6520 Insurance - workman's comp	297.80
6630 Software	698.10
6635 Office Supplies	103.26
6640 Postage and Delivery	867.09
6650 Interest expense	58,448.91
6670 Professional Fees - Accounting	6,908.50
6720 Supplies	7,484.20
6730 Repair & Maintenance - Bldg	2,564.02
6740 Repair & Maintenance - Equip	1,913.25
6810 Taxes - Occupancy	5,552.90
6850 Telephone and Internet	7,702.88
6860 Trash Disposal	3,227.09
6872 Travel - Meals	94.31
6874 Travel - Transportation	11.58
6880 Utilities	30,158.37
6890 Vehicle - Fuel	634.35
6892 Vehicle - R&M	50.11
8900 Uncategorized Expense	4,303.00
Total Expenses	\$353,849.58
NET OPERATING INCOME	\$27,702.76

	TOTAL
Other Expenses	
6660 Other Expenses	78.97
Total Other Expenses	\$78.97
NET OTHER INCOME	\$ -78.97
NET INCOME	\$27,623.79

Bhaktel, LLC dba Country Club Inn & Suites**BALANCE SHEET**

As of November 24, 2019

	TOTAL
ASSETS	
Current Assets	
Bank Accounts	
1001 Bank - BOA 7015	15,762.33
1002 Bank - NE MO State (162175)	1,477.34
1003 Bank - BOA 1664	-45.00
Total Bank Accounts	\$17,194.67
Other Current Assets	
1200 Credit Card Settlement	28,162.28
Accounts Receivable	11,961.45
Payroll - employee advance	0.00
Total Other Current Assets	\$40,123.73
Total Current Assets	\$57,318.40
Fixed Assets	
1500 Furniture and Fixtures	190,146.05
1505 Equipment	345,689.26
1515 Land	159,636.00
1520 Building	1,257,190.12
1595 Accumulated Depreciation	-309,509.00
Total Fixed Assets	\$1,643,152.43
Other Assets	
1910 Organizational costs	33,000.00
1915 Accumulated Amortization of Other Assets	-11,600.00
Total Other Assets	\$21,400.00
TOTAL ASSETS	\$1,721,870.83
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
2200 Payroll Liabilities	0.00
2201 Payroll Liabilities-FICA SS	0.00
2202 Payroll Liabilities-FICA Med	0.00
2203 Payroll Liabilities-Fed Withholding	0.00
2204 Payroll Liabilities-FUTA	0.00
2205 Payroll Liabilities-SUTA	0.00
2206 Payroll Liabilities-State Withholding	0.00
2209 Payroll Clearing	0.00
2210 Garnishment - Child Support	0.00
Total 2200 Payroll Liabilities	0.00
2300 Sales Tax Payable	70,817.44
2401 Credit Card - Chase	-3,724.60
2501 Note Payable - Arielle Dial	0.00
2502 Note Payable - HD Supply (Barr Credit Services)	9,450.00

	TOTAL
2503 Note Payable - Redstone	8,000.00
2505 Note Payable - Snowman Co	2,059.60
Total Other Current Liabilities	\$86,602.44
Total Current Liabilities	\$86,602.44
Long-Term Liabilities	
2600 Note Payable - Celtic Bank	1,471,819.67
2601 Note Payable-JB	100,000.00
Total Long-Term Liabilities	\$1,571,819.67
Total Liabilities	\$1,658,422.11
Equity	
3000 Opening Balance Equity	0.00
3100 Due to/from JB Bhakta	211,884.80
3101 Due to/from Parrish Bhakta	125,168.00
3102 Priyarumari Bhakta	79,733.00
3900 Retained Earnings	-377,809.73
Net Income	24,472.65
Total Equity	\$63,448.72
TOTAL LIABILITIES AND EQUITY	\$1,721,870.83